



Senate

General Assembly

File No. 406

January Session, 2005

Senate Bill No. 1047

Senate, April 19, 2005

The Committee on Finance, Revenue and Bonding reported through SEN. DAILY of the 33rd Dist., Chairperson of the Committee on the part of the Senate, that the bill ought to pass.

**AN ACT CONCERNING THE AUTHORIZATION OF BONDS OF THE
STATE FOR CAPITAL RESURFACING AND RELATED
RECONSTRUCTION PROJECTS.**

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. (*Effective May 1, 2005*) The State Bond Commission shall
2 have power, in accordance with the provisions of sections 1 to 5,
3 inclusive, of this act, from time to time to authorize the issuance of
4 special tax obligation bonds of the state in one or more series and in
5 principal amounts in the aggregate not exceeding \$49,000,000 for
6 capital resurfacing and related reconstruction projects.

7 Sec. 2. (*Effective May 1, 2005*) The proceeds of the sale of said bonds
8 to the extent hereinafter stated, shall be used for the purpose of
9 payment of the transportation costs, as defined in subdivision (6) of
10 section 13b-75 of the general statutes, with respect to the projects and
11 uses hereinafter described, which projects and uses are hereby found
12 and determined to be in furtherance of one or more of the authorized
13 purposes for the issuance of special tax obligation bonds set forth in
14 section 13b-74 of the general statutes. Any proceeds of the bonds shall

15 be used by the Department of Transportation for the Bureau of
16 Engineering and Highway Operations for capital resurfacing and
17 related reconstruction projects.

18 Sec. 3. (*Effective May 1, 2005*) None of said bonds shall be authorized
19 except upon a finding by the State Bond Commission that there has
20 been filed with it (1) a request for such authorization, which is signed
21 by the Secretary of the Office of Policy and Management or by or on
22 behalf of such state officer, department or agency and stating such
23 terms and conditions as said commission, in its discretion, may
24 require, and (2) any capital development impact statement and any
25 human services facility colocation statement required to be filed with
26 the Secretary of the Office of Policy and Management pursuant to
27 sections 4-66b and 4b-23 of the general statutes, any advisory report
28 regarding the state conservation and development policies plan
29 required pursuant to section 16a-31 of the general statutes, and any
30 statement regarding farmland required pursuant to subsection (g) of
31 section 3-20 of the general statutes, and section 22-6 of the general
32 statutes, provided the State Bond Commission may authorize said
33 bonds without a finding that the reports and statements required by
34 subdivision (2) of this section have been filed with it if said
35 commission authorizes the secretary of said commission to accept such
36 reports and statements on its behalf. No funds derived from the sale of
37 bonds authorized by said commission without a finding that the
38 reports and statements required by subdivision (2) of this section have
39 been filed with it shall be allotted by the Governor for any project until
40 the reports and statements required by subdivision (2) of this section
41 with respect to such project have been filed with the secretary of said
42 commission.

43 Sec. 4. (*Effective May 1, 2005*) For the purposes of sections 1 to 5,
44 inclusive, of this act, each request filed as provided in section 3 of this
45 act, for an authorization of bonds shall identify the project for which
46 the proceeds of the sale of such bonds are to be used and expended
47 and, in addition to any terms and conditions required pursuant to said
48 section 3, include the recommendation of the person signing such

49 request as to the extent to which federal, private or other moneys then
 50 available for costs in connection with any such project should be
 51 added to the state moneys available or becoming available from the
 52 proceeds of bonds and temporary notes issued in anticipation of the
 53 receipt of the proceeds of bonds. If the request includes a
 54 recommendation that some amount of such federal, private or other
 55 moneys should be added to such state moneys, then, if and to the
 56 extent directed by the State Bond Commission at the time of
 57 authorization of such bonds, said amount of such federal, private or
 58 other moneys then available or thereafter to be made available, for
 59 costs in connection with such project shall be added to such state
 60 moneys.

61 Sec. 5. (*Effective May 1, 2005*) Said bonds issued pursuant to sections
 62 1 to 5, inclusive, of this act, shall be special obligations of the state and
 63 shall not be payable from nor charged upon any funds other than
 64 revenues of the state pledged therefor in subsection (b) of section 13b-
 65 61 of the general statutes and section 13b-69 of the general statutes, or
 66 such other receipts, funds or moneys as may be pledged therefor. Said
 67 bonds shall not be payable from nor charged upon any funds other
 68 than such pledged revenues or such other receipts, funds or moneys as
 69 may be pledged therefor, nor shall the state or any political
 70 subdivision thereof be subject to any liability thereon, except to the
 71 extent of such pledged revenues or such other receipts, funds or
 72 moneys as may be pledged therefor. Said bonds shall be issued under
 73 and in accordance with the provisions of section 13b-74 to 13b-77,
 74 inclusive, of the general statutes.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>May 1, 2005</i>	New section
Sec. 2	<i>May 1, 2005</i>	New section
Sec. 3	<i>May 1, 2005</i>	New section
Sec. 4	<i>May 1, 2005</i>	New section
Sec. 5	<i>May 1, 2005</i>	New section

FIN *Joint Favorable*

The following fiscal impact statement and bill analysis are prepared for the benefit of members of the General Assembly, solely for the purpose of information, summarization, and explanation, and do not represent the intent of the General Assembly or either House thereof for any purpose:

OFA Fiscal Note

State Impact:

Agency Affected	Fund-Effect	Future Fiscal Years
Treasurer, Debt Serv.	TF - Cost	See Below

Note: TF=Transportation Fund

Municipal Impact: None

Explanation

The interest cost to the Transportation Fund to bond \$49 million for twenty years at 6.0% is \$36.4 million. The \$49 million in STO bonds will be used to leverage \$12.8 million in federal highway funding. The amount of the match is less than in prior years because a larger portion of Connecticut's federal allocation is being used to match state funding for other transportation projects.

OFA Bill Analysis

SB 1047

AN ACT CONCERNING THE AUTHORIZATION OF BONDS OF THE STATE FOR CAPITAL RESURFACING AND RELATED RECONSTRUCTION PROJECTS.**SUMMARY:**

The bill authorizes \$ 49 million in Special Tax Obligation (STO) bonds for capital resurfacing and related reconstruction projects.

EFFECTIVE DATE: May 1, 2005

BACKGROUND

This bill is being considered separately from the main transportation bond bill, SB 1048 ("AAC the Authorization of Special Tax Obligation Bonds of the State for Certain Transportation Purposes") because it is anticipated that SB 1048 will not be voted on until June. The funds in SB 1047 are needed in May so that the highway resurfacing program can begin on schedule.

COMMITTEE ACTION

Finance, Revenue and Bonding Committee

Joint Favorable Report

Yea 43 Nay 0